GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

Industries & Commerce Department – YSR Steel Corporation Limited - Release an amount of Rs.15.00 Cr from the Budget allotted for the financial year 2023-24 to pay the bills raised towards work done at project site –Administrative Sanction - Orders – Issued.

INDUSTRIES & COMMERCE (P&I) DEPARTMENT

G.O.Rt.No.88 Dt:24.05.2023

Read the following:

1. G.O.Ms. No. 87, Ind. & Com. (P&I) Dept., dated 21.12.2022.
2. From the MD, YSRSCL, e-office File (Computer No. 2059104)

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ORDER:

In the reference 1st read above, Government have issued orders approving the proposal of M/s JSW Steel Limited for establishment of 2 MTPA Steel Plant in the site of YSRSCL at Sunnapurallapalli and Pedadanduluru Villages of Jammalamadugu Mandal, YSR Kadapa District and, among others, that YSRSCL shall provide the following external infrastructure facilities to the company:

a) A double circuit transmission line of 400 KV from Jammalamadugu substation up to a designated point within the Site, for uninterrupted power supply.

b) A 15 kilometres long pipeline (including acquisition of the right of way for such pipeline) along with the necessary pumping infrastructure from Gandikota reservoir for an assured water supply of 2 TMC per annum.

c) A 4-lane access road to national highway 67 with adequate right of way.

d) A railway connectivity by laying an extension line of about 12 kilometres from Muddanuru railway station, with adequate right of way.

2. In the reference 2nd read above, the Managing Director, YSRSCL has stated that to meet the timelines stipulated, YSRSCL has to clear the pending bills and the contractors have to be assured for further payments. It is also mentioned here that the YSRSCL is running with contractual and outsourcing staff from its inception to take the project further as per the promises made by Government. All these days the pay and allowances were paid from the loans taken from the sister concerns. The day-to-day expenditure such as pay & allowances and other administrative expenses will come to a tune of Rs.50 lakhs per month. Currently the Corporation does not have any funds, even to meet the salaries and other day-to-day expenditure for the month of April and May 2023. An amount of Rs.250 crores is allotted in the budget to YSRSCL for the year 2023-24 and requested to release an amount of Rs.15.00 cr immediately from the funds allotted for the financial year 2023-24 and to deposit the same to current account of YSRSCL i.e. A/c No.50200049040902, HDFC Bank, Raja Rang Appa Rao Street, One Town, Vijayawada-520001, IFSC Code: HDFC0000568, so as to enable the YSRSCL to pay amount to the contractors and to the salaries to its staff and also to expedite the completion of external infrastructure in view of the orders issued in G.O.Ms.No.87, Ind. & Com. (P&I) Dept., dated 21.12.2022, duly exempting from the guidelines issued in G.O.Ms. No.99, Finance (Cash & Debt Management) Department dated 14-08-2019.

3. Government after careful examination of the proposal hereby accord administrative sanction to an amount of Rs.15.00 Crs to meet the proposed expenditure under the Head of Account 4875-60-800-11-SH(09)- Kadapa Steel

Plant – 530/531 – Major Works from the provision of Rs.250.00 crores available for the financial year 2023-2024.

4. The Drawing and Disbursing Officer, Industries and Commerce Dept., shall draw the amount and adjust to the current account of Y.S.R Steel Corporation Limited i.e., A/c No.50200049040902, HDFC Bank, Raja Ranga Appa Rao Street, One town, Vijayawada-520001, IFSC Code:HDFC0000568 to enable the YSRSCL to pay amounts to the Contractors, Salaries of its staff and to expedite completion of the external infrastructure in view of the orders issued in G.O.Ms.No.87, Ind.&Com. (P&I) Dept., dated:21.12.2022.

5. This order is issued with the concurrence of Finance Department vide their U.O.No.FIN01-FMU0BES(IC)/5/2023-FMU-IIEIC (Computer No.2077463), Dt:23.05.2023.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

R KARIKAL VALAVEN
SPECIAL CHIEF SECRETARY TO GOVERNMENT & CIP

To
The Managing Director, Y.S.R. Steel Corporation Limited, 10th Floor, APIIC Towers, Mangalagiri.
Copy to:
The Drawing and Disbursing Officer, I&C Department
The P.S. to Spl. Chief Secretary., Industries & Commerce Department.
The Finance (FMU-I&I, Energy and I&C) Dept. AP Secretariat, Velagapudi.
SF/SC.

//FORWARDED::BY ORDER//

S Swarnalatha
SECTION OFFICER